State of California Business, Transportation and Housing Agency Department of Transportation

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Review of Local Government Matching Rate for Acquisition and Development Grants Notice Item

CTC Meeting: February 28, 2002

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Original Signed by
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Chief Financial Officer
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ANNUAL REVIEW OF THE RATE FOR LOCAL GOVERNMENT MATCHING OF ACQUISITION AND DEVELOPMENT (A&D) GRANTS FOR AIRPORTS

Under state requirements, the California Transportation Commission (Commission) is required to annually establish the rate at which local governments must match Acquisition and Development (A&D) grants from the Aeronautics Program.

BACKGROUND

State law (Public Utilities Code Section 21684) requires local sponsors to match A&D grants at a rate of between 10 percent and 50 percent of the project cost. This law also requires the Commission to establish the matching rate annually.

In prior years, the Commission has established the matching rate at 10 percent. In 1995, the Commission stated its intention to consider changing the matching rate only at the same time as its biennial adoption of the Aeronautics Program. The California Department of Transportation (Department) has developed the 2002 Proposed Program for Aeronautics (PPA) using a 10 percent matching rate. The Department presented the PPA to the Commission at the January 2002 meeting. The Department will present this Program for adoption at the April 2002 meeting

DEVELOPMENT STATUS

The Department will present a resolution to adopt the matching rate for Fiscal Year 2002-03 to the Commission at its next meeting. Also, the Department will ask the Commission's Technical Advisory Committee on Aeronautics (TACA) to review this proposal prior to bringing it to the Commission. TACA is scheduled to meet on March 6, 2002.